

**GOVERNMENT OF INDIA
TOURISM
LOK SABHA**

UNSTARRED QUESTION NO:2481

ANSWERED ON:15.03.2007

TOURISM FINANCE CORPORATION OF INDIA

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Will the Minister of TOURISM be pleased to state:

- (a) whether the Tourism Finance Corporation of India grant loans to private firms in the country ;
- (b) if so, the details of loan granted by TFCI during each of the last three years, State-wise ;
- (c) the details of the criteria and terms and conditions of such loans by TFCI ;
- (d) the details of the firms who had defaulted in payment of their dues alongwith the funds of TFCI involved therein; and
- (e) the steps taken by the TFCI to recover such pending dues ?

Answer

THE MINISTER OF THE STATE IN THE MINISTRY OF TOURISM AND CULTURE (SMT. AMBIKA SONI)

(a) : Yes, Sir.

(b) : The details of state-wise loans during the last three years is as under:

(Rs. in crore)

Sr.	No.	State	April-Mar 2004	April-Mar 2005	April-Mar 2006
	1	Andhra Pradesh	6.6	13.50	6.50
	2	Delhi	46.0	24.0	9.0
	3	Goa	6.3	0.0	0.0
	4	Gujarat	2.4	3.8	5.7
	5	Haryana	13.3	0.0	0.2
	6	Karnataka	0.0	8.0	12.9
	7	Kerala	0.0	1.4	12.9
	8	Madhya Pradesh	3.5	8.8	0.0
	9	Maharashtra	18.6	14.9	28.3
	10	Orissa	1.2	0.0	0.0
	11	Punjab	0.0	0.0	0.6
	12	Rajasthan	0.5	0.0	7.0
	13	Tamil Nadu	4.0	8.8	29.9
	14	Uttar Pradesh	0.0	7.0	0.0
	15	West Bengal	0.0	6.0	0.0
	16	Union Territories			
		(a) Chandigarh	2.0	0.0	0.0
		(b) Pondicherry	0.0	1.5	0.0
	17	Multi-State/ Others	0.0	12.9	32.8
		Total	104.4	110.6	132.9

(c):The criteria for granting loans are as follows: - Minimum promoter contribution to be 30%; Debt- Equity Ratio not exceeding 1.5:1 for hotels and 1:1 to 1.25:1 for other sectors; Repayment Schedule – General norm is 8 years allowing a moratorium of 1½ - 2 years after commencement of operations; Rate of Interest depending upon the credit rating of the borrower; Clear Titles of land and Necessary approvals from DOT/ Municipal authorities/others to be in place.

(d) : Out of 7 cases, 4 cases have been settled/restructured and an amount of Rs.16.59 crore has been recovered.

(e): TFCI aggressively pursues for the recovery of NPAs. If the persuasive measures do not fructify, legal recourse is sought and TFCI generally files application with Debt Recovery Tribunal (DRT) for recovery of dues, sending notices under securitization act etc. Apart

from filing application with DRTs/Courts, steps are initiated for recovery of the dues by way of "One Time Settlement" and/ or restructuring of the outstanding dues on merits of each case.